

108TH CONGRESS
2D SESSION

H. R. 4171

To amend the Internal Revenue Code of 1986 to ensure that soldiers serving in a combat zone do not lose eligibility for the refundable child tax credit by reason of receiving nontaxable combat pay.

IN THE HOUSE OF REPRESENTATIVES

APRIL 20, 2004

Mr. RANGEL (for himself and Ms. HOOLEY of Oregon) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to ensure that soldiers serving in a combat zone do not lose eligibility for the refundable child tax credit by reason of receiving nontaxable combat pay.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. NONTAXABLE COMBAT PAY INCLUDED IN DE-**
4 **TERMINING REFUNDABLE CHILD TAX CRED-**
5 **IT.**

6 (a) IN GENERAL.—Paragraph (1) of section 24(d) of
7 the Internal Revenue Code of 1986 is amended by adding
8 at the end the following new sentence: “For purposes of

1 subparagraph (B), any amount excluded from gross in-
2 come by reason of section 112 shall be treated as earned
3 income which is taken into account in computing taxable
4 income for the taxable year.”.

5 (b) EFFECTIVE DATE.—The amendment made by
6 this section shall apply to taxable years beginning after
7 December 31, 2002.

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